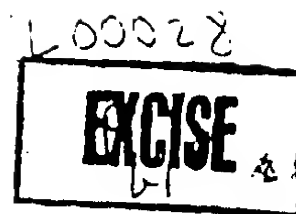


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**1989/06/06**

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SECRETARY'S MORNING SUMMARY FOR JUNE 6, 1989

1. CHINA: DESCENT INTO CHAOS

[ IN THE WESTERN EDGE OF THE CITY, ACCORDING TO PRESS REPORTS, ELEMENTS OF THE 38TH ARMY CLASHED WITH THE 27TH ARMY, WHICH IS BEING BLAMED FOR THE WORST ATROCITIES AGAINST CIVILIANS DURING SATURDAY NIGHT'S ATTACK ON TIANANMEN SQUARE.

TOLD [ ] THAT CHINESE TROOPS ARE OUT OF CONTROL, [

BIAS

b1, a5

b1, a5

THAT AT LEAST SOME OF THE TROOPS STILL ENTERING BEIJING ARE ARRIVING WITHOUT AUTHORIZATION AND ARE INTENT UPON ATTACKING THE 27TH ARMY. AN UNCONFIRMED HONG KONG TELEVISION BROADCAST TODAY REPORTED FIGHTING AT NANYUAN MILITARY AIRPORT, WHERE SEVERAL THOUSAND FRESH TROOPS MAY HAVE ARRIVED TODAY FROM THE NANJING MILITARY REGION, [ ] THE NANJING COMMANDER IS BELIEVED TO BE PERSONALLY LOYAL TO DENG.

b1, a4

A SECURITY GUARD IN THE GREAT HALL OF THE PEOPLE SHOT PREMIER LI PENG IN THE THIGH YESTERDAY, ACCORDING TO PRESS REPORTS. THE WOULD-BE ASSASSIN WAS IMMEDIATELY KILLED BY SECURITY FORCES. THE REPORT, FROM A RELIABLE HONG KONG NEWSPAPER, WILL GAIN WIDE DISSEMINATION.

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DEPARTMENT OF STATE  
( ) RELEASE ( ) DECLASSIFY  
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( ) DELETE Non-Responsive Info  
FOIA exemptions

18/FPC/CDR MTC Date 5/30/93  
MR Cases Only:  
EO Citations

TOP SECRET/EXDIS [

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SPORADIC GUNFIRE CONTINUED IN THE CENTER OF BEIJING YESTERDAY, WITH SOME CIVILIAN CASUALTIES, ACCORDING TO PRESS REPORTS. TROOPS, SUPPORTED BY TANKS, HAVE TAKEN UP DEFENSIVE POSITIONS NEAR THE US EMBASSY.

STRIKES AND PROTESTS ARE SPREADING TO OTHER CITIES; MARTIAL LAW HAS BEEN DECLARED IN CHENGDU WHERE VIOLENT CLASHES BETWEEN TROOPS AND DEMONSTRATORS HAVE LEFT AT LEAST 300 DEAD. ACCORDING TO THE CONSULATE GENERAL, ON MONDAY NIGHT AN ANGRY MOB TRIED TO BREAK INTO THE HOTEL WHERE THE CONSULATE IS HOUSED, ALTHOUGH LOOTING, RATHER THAN ATTACKS ON FOREIGNERS, WAS BELIEVED TO BE THE PURPOSE. [

] b1, a4

UNCONFIRMED ACCOUNTS SUGGEST THAT TROOPS ARE POISED OUTSIDE SHANGHAI TO INTERVENE IF ORDERED, AND THE CITY IS PARALYZED BY STRIKES AND ROADBLOCKS ERECTED BY PROTESTERS. DEMONSTRATIONS HAVE ALSO OCCURRED IN GUANGZHOU AND OTHER CITIES.

LEADERS AND ARMY COMMANDERS WHO HAVE ORDERED OR CONDUCTED ATROCITIES NOW FEEL THEY ARE FIGHTING FOR THEIR LIVES.

THEY HAVE RINGED THE ZHONGNANHAI LEADERSHIP COMPOUND WITH ARMORED VEHICLES AND TROOPS. [

] BIAS

CONVOY OF LIMOUSINES AND MINIBUSES, ESCORTED BY TANKS,

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TOP SECRET/EXDIS/[

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LEFT ZHONGNANHAI SUNDAY NIGHT FOR A WARTIME COMMAND CENTER  
IN THE SUBURBS, ACCORDING TO UNCONFIRMED PRESS REPORTS.

[SECRET [ ] NOFORN] b1, a4

IS/PC/CDR 472- Date: 8/30/93

MR Cases Only:  
EO Citations

CLASSIFY as ( ) S or ( ) C OADR  
( ) DOWNGRADE TS to ( ) S or ( ) C OADR

TS authority to:  
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FOIA Exemptions PA Exemptions

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EXCISE

June 6, 1989 61, a5

2. HONG KONG: NO CONFIDENCE IN PRC

TWO HUNDRED THOUSAND DEMONSTRATORS PROTESTED YESTERDAY IN THE STREETS AND HONG KONG STOCKS DROPPED 22 PERCENT IN RESPONSE TO NEWS OF VIOLENCE IN BEIJING, ACCORDING TO CONSULATE GENERAL HONG KONG AND PRESS REPORTS. A GENERAL SYMPATHY STRIKE REPORTEDLY IS PLANNED FOR TOMORROW.

MASSIVE PROTEST WITHDRAWALS FROM THE PRC-OWNED BANK OF CHINA REQUIRED THE HONG KONG GOVERNMENT TO MAKE EXTRA MONEY AVAILABLE FROM ITS RESERVES. IN THE UK, TORY AND OPPOSITION POLITICIANS HAVE CALLED ON PRIME MINISTER THATCHER TO SEEK NEW ASSURANCES FROM BEIJING ON HONG KONG'S FUTURE.

COMMENT:

61, a5

MARKET STABILIZATION IS LIKELY BECAUSE OF GOOD SHORT- AND MEDIUM-TERM PROSPECTS FOR MOST HONG KONG FIRMS' PROFITS, BUT DEVELOPMENTS IN THE PRC HAVE PROBABLY HAD AN

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TOP SECRET/EXDIS/CODEWORD

IRREVERSIBLE IMPACT ON HONG KONG CONFIDENCE AND THE "BRAIN  
DRAIN."

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Secretary's Morning Summary June 6, 1989

DEPARTMENT OF STATE		IS/FPG/CDR <u>MDZ</u> <u>Call 3/30/93</u>
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FOIA Exemptions <u>B1</u>		TS authority to:
PA Exemptions _____		<input type="checkbox"/> CLASSIFY as <input type="checkbox"/> S or <input type="checkbox"/> C OADR
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**EXCISE**

3. CHINA: SPLITS IN THE PLA

BIAS

SOME CLASHES BETWEEN MILITARY UNITS REPORTEDLY  
HAVE OCCURRED AND MORE ARE POSSIBLE, ESPECIALLY IF TROOPS  
ARE ORDERED INTO OTHER CITIES.

-----  
COMMANDER-IN-CHIEF . . .

PRESS REPORTS  
ON SATURDAY WAS PERSONALLY INVOLVED IN ORDERING THE MILI-  
TARY TO USE WHATEVER FORCE WAS NECESSARY TO BREAK THE BACK  
OF RESISTANCE IN TIANANMEN SQUARE. THE DECISION FOLLOWED  
AN ATTEMPT ON SATURDAY BY SEVERAL THOUSAND UNARMED TROOPS  
TO ENTER THE SQUARE; WHEN THEY WERE BLOCKED BY PROTESTERS,  
ARMED UNITS WERE DEPLOYED WITH ORDERS TO AVOID BLOODSHED  
IF POSSIBLE. AFTER THEY ENCOUNTERED RESISTANCE, TOP  
LEADERS ORDERED THEM TO USE DEADLY FORCE.

INDICATE THAT DENG b1, a4

BIAS

TOP SECRET/EXDIS [ b1, a4 ]

TOP SECRET/EXDIS [

] b1, a4

BIAS

DENG'S HEALTH REMAINS UNCERTAIN, AND RUMORS ARE CIRCULATING THAT HE HAS DIED.

BIAS

ONE HONG KONG  
NEWSPAPER SAYS EMBASSIES ABROAD HAVE BEEN TOLD TO EXPECT  
HIS DEATH WITHIN A FEW DAYS. DENG HAS NOT APPEARED IN  
PUBLIC SINCE HE MET GORBACHEV ON MAY 16.

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ACCORDING TO UNCONFIRMED HONG KONG PRESS  
ACCOUNTS, MARSHAL NIE RONGZHEN TRIED TO CALL DENG IN  
PROTEST OVER THE CRACKDOWN, BUT WAS REFUSED ACCESS. HE  
THEN CALLED THE MILITARY COMMISSION TO DENOUNCE YANG AS A  
"TRAITOR TO THE ARMY."

BIAS

BIAS

#### CLASHES

REPORTS OF CLASHES BETWEEN ARMY UNITS, OR BETWEEN ARMY  
AND POLICE, ARE WIDESPREAD. DURING THE MASSACRE ON

TOP SECRET/EXDIS, [

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TOP SECRET/EXDIS [ ] b1, a4

SATURDAY NIGHT JOURNALISTS REPORTED HEARING SOME SOLDIERS TELLING STUDENTS THEY HAD NOT BEEN ISSUED AMMUNITION OR THEY WOULD HAVE FIRED ON OTHER ARMY UNITS.

[ THAT SOME UNITS WERE IN FACT SENT IN WITHOUT AMMUNITION.

THAT ELEMENTS OF THE 27TH ARMY SKIRMISHED WITH ELEMENTS OF THE 16TH AND 38TH ARMIES, AND PRESS REPORTS SUGGEST THAT IN AT LEAST ONE INSTANCE POLICE MAY HAVE OPENED FIRE ON ARMY UNITS. THE LARGE NUMBER OF ARMORED VEHICLES AND MILITARY TRUCKS DESTROYED BY PROTESTERS SUGGEST COLLUSION BY TROOPS IN AT LEAST SOME CASES. IN ONE INSTANCE TROOPS DISMOUNTED FROM A CONVOY OF SCORES OF VEHICLES AND DID NOT TRY TO PREVENT CIVILIANS FROM BURNING THEM, ACCORDING TO UNCONFIRMED RUMORS.

#### OUTLOOK

PRESS REPORTS INDICATE MILITARY UNITS HAVE CLASHED WITH PROTESTERS IN CHENGDU AND CHONGQING. CONVOYS HAVE BEEN SEEN IN OTHER AREAS, AND AN UNCONFIRMED HONG KONG PRESS REPORT SAYS ORDERS HAVE BEEN ISSUED TO MILITARY REGION COMMANDERS TO PREPARE TO DEPLOY TROOPS IN SHANGHAI, NANJING, CHANGSHA, WUHAN, AND GUANGZHOU.

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[TOP SECRET [ ] NOFORN] b1, a4

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